



AGENDA ITEM SUMMARY FORM

MEETING DATE: March 10th, 2026

PREPARED BY: Hector Renteria

AGENDA CONTENT: Discussion and possible action on a tank maintenance contract with Utility Service Co., Inc.

AGENDA ITEM SECTION: Regular Agenda

BUDGETED AMOUNT: N/A

FUNDS REQUESTED: \$56,726.00

FUND: Utility (03)

EXECUTIVE SUMMARY: The services in this contract will include an upfront renovation of the tank, and the subsequent maintenance activities. Annually the tank will be inspected and Utility Service Co., Inc. will provide a written report. Biennially the tank will have a washout inspection performed by Utility Service Co., Inc. Annual Fee for Contract Year 1, 2, and 3 shall be \$56,726.00. The Annual Fees for Contract Year 4 shall be \$10,593.00 per Contract Year. Each contract year after can be adjusted to reflect current costs of service but limited to 5%.

Council has previously approved the maintenance agreement for Northside Tower. The fees for this agreement were as follows: Annual Fee for Contract Year 1 shall be \$30,000.00. The Annual Fees for Contract Years 2, 3, and 4 shall be \$95,642.00 per Contract Year. The Annual Fee for Contract Year 5 shall be \$22,709.00.

Both agreements will total:

FY 25-26: \$86,726.00

FY 26-27: \$152,368.00

FY 27-28: \$152,368.00

FY 28-29: \$106,235.00

FY 29-30: \$33,302.00

RECOMMENDATION: Staff is looking for approval of agreement for tank maintenance, and the renovation of Jamison ground storage tank. Also, to consider the rest of the tanks for future inclusion in the maintenance program.